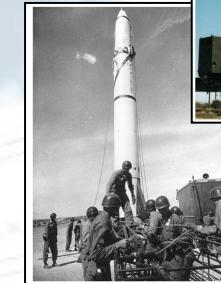




SINGLE STOCK FUND



Assessment of Non-Army Managed Items in the SSF





Introduction

ASA(FM&C) Item
of Special Interest

- **Purpose:** *To provide information to key personnel on the ESC decision to exclude from the Single Stock Fund, Specific Retail Logistic Systems which support NAMI, and discuss implementing actions*
- **Background:** Several forums have identified this as a critical issue,
- **Response:** Comprehensive NAMI assessment, IT focused. Evaluated the architecture of existing retail logistic systems and their correlation to the SSF goals
- **Assessment Goals:**
 - Identify scope of NAMI inclusion required for an 'efficient' SSF
 - Determine if commodity specific retail logistic systems should remain in the SSF
 - Do not adversely impact customers
- **Strategy:** Review each system individually; coordinate with functional proponents and key players on recommended course of action

- Army Clothing Initial Issue Point System (ACIIPS)
- Army Food Management System (AFMIS)
- Fuels Automated Systems (FAS)
- Integrated Facilities System (IFS)
- Theater Army Medical Management Information System (TAMMIS)

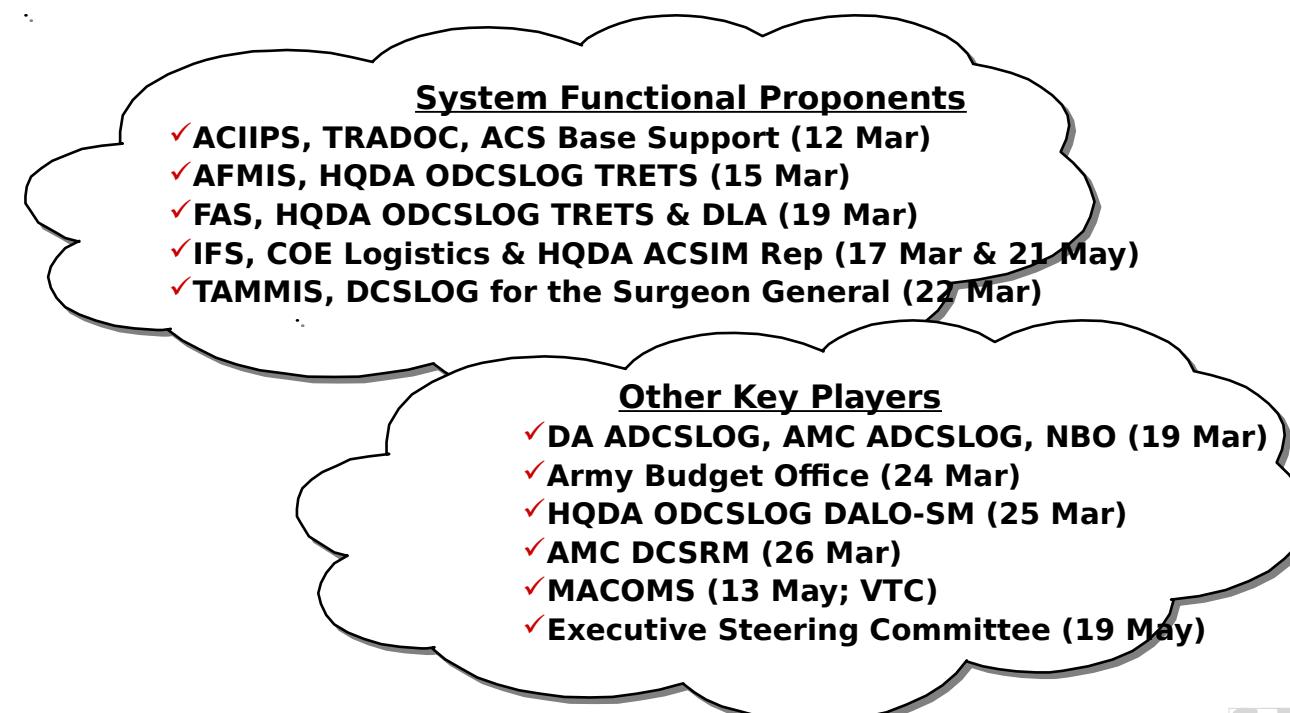
- Dec 98 SSF GOWG
- Jan 99 SSF Baseline Workshop
- Feb 99 Financial Conversion Workshop
- Mar 99 SSF GOWG



Briefing Outline

- Assumptions
- Inventory Overview
- Assessing “Non-SARSS” NAMI vs SARSS NAMI
- Follow-on actions and timeline

Coordination
To Date



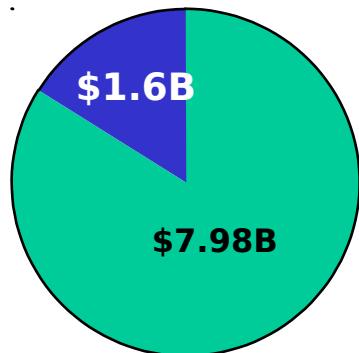


Assumptions

- A NAMI oversight activity will be established for the SSF Demonstration
- War Reserve currently in the AWCF-SMA would remain
- ASA(FM&C) supports direct funding of other Service-managed material when it is primarily direct vendor support delivery JUN
- ASA(FM&C) will issue required policy changes by end of May 99
- DALO will support move of inventory from AWCF to direct appropriation if an efficiency is demonstrated
- System proponents are responsible for the cost of software changes required to implement SSF for their systems

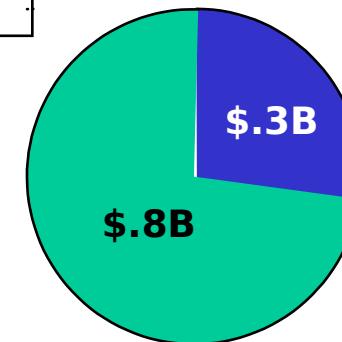


Inventory (1998)



\$9.58B

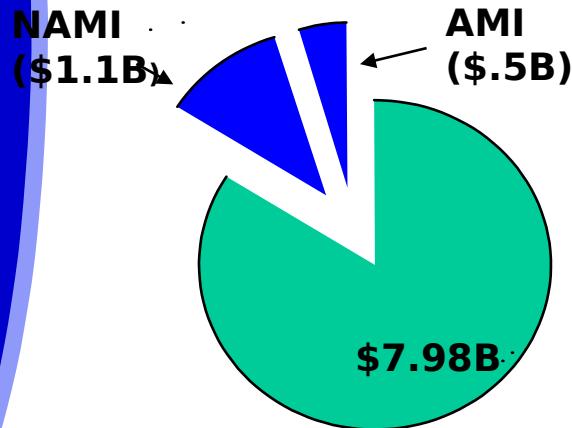
Includes War Reserve



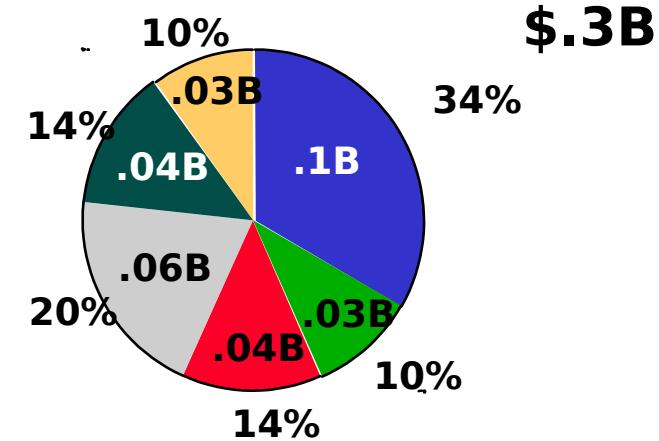
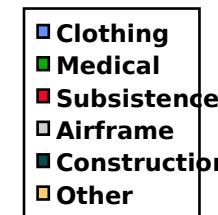
\$1.1B

	# of Demands	Value	# of Sines
AMI	14%	79%	5K
NAMI	86%	21%	40K

NAMI Inventory



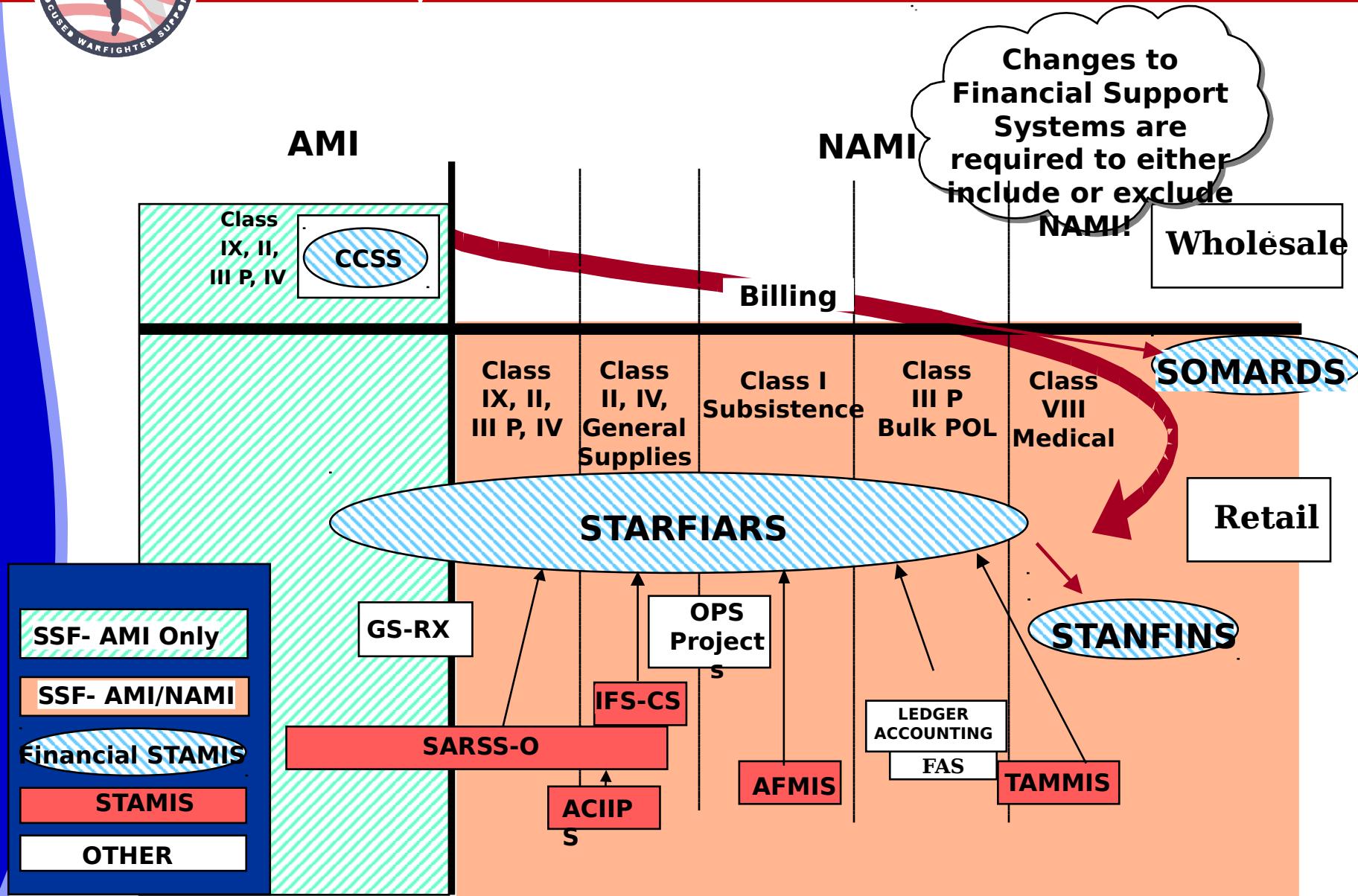
Breakout of Retail Stock Fund Inventory



Composition of NAMI Operational Stocks



Systems Overview





Non SARSS vs SARSS Supported

- **Considerations:**

- Non-SARSS/AMCISS Systems:
 - Commodity specific standard systems
 - Volume of Non NSN items
 - Interface with AWCF-SMA for consumer accounting and billing of direct vendor purchases
 - High Inventory Turn-Over Rates
 - Primarily DLA & GSA purchases
- SARSS:
 - No changes permitted
 - Does not differentiate between AMI and NAMI (inventory is co-mingled)
 - Provides one stop shopping for tactical customers
 - Excluding SARSS supported NAMI from AWCF requires a separate supply mechanism at the installation

- **Recommendation:**

- Exclude Non-SARSS/AMCISS systems & fund purchases with consumer funds
- Include SARSS supported NAMI in the SSF

- **Functional Proponent Positions:**

- Concurrence: ACIIPS, AFMIS, FAS, TAMMIS* & IFS

**ESC Approved
Exclusion of
“NON SARSS”
Supported NAMI**

*Concurrence
with
Concern



Non-SARSS Systems Baseline

Basis for Recommendation to **Exclude**

ACIIPS

TRADOC Unique system. DLA is Source of Supply. Negotiations on-going to transfer ownership of ACIIP stocks to DLA

**Inventory \$25-35M; Sales \$130M;
Ratio 1:4**

AFMIS

AWCF by-pass authority approved contingent on fielding of FS2000.
Functional Proponent has DFAS agreement for continued STARFIARS support.
Primarily Direct Vendor supported.

**Inventory \$42M; Sales \$3680M;
Ratio 1:9**

FAS

OSD directed DLA to capitalize and centrally manage (1991). Central management contingent on system design fixes. Target completion 2001+

IFS

Mixed Funding Bag. 90% of IFS supply buys are credit card or local purchase.
Primarily non-standard, off the shelf items. System has direct link to STANFINS cap

TAMMIS

MEDCOM unique system. DLA is SoS. 85% of purchases - Non NSN items. System has direct link to STANFINS capability

**Inventory \$30-35M; Sales \$512M;
Ratio 1:15**



Non-SARSS Systems Baseline

ACIIPS

Enablers

DLA Agreement to Assume Ownership

Status

DLA informally agreed to assume ownership. Details on-going. Exclusion should be in place for Demo

AFMIS

Accelerate fielding of Upgraded System

Agreement with DFAS for STARFIARS MOD support in place. Funding required to expedite fielding

FAS

DLA capitalize bulk fuel IAW OSD direction

DLA has delayed capitalization pending system fixes required for direct billing customers. Memo to DLA being staffed

IFS

Accelerate fielding of Upgraded System (Supply 2000)

Fielding schedule under review. Funds required for fielding to be identified by MACOMS

TAMMIS

MEDCOM decision on course of action they will take (DLA Ownership or direct funding)
• Activate/Refine link to STANFINS

Meeting scheduled for 17 June



Conclusion

- **The ESC approved retaining SARSS-managed NAMI in SSF and transitioning to consumer funding for ACIIPS, AFMIS, FAS, IFS, and the TAMMIS.**
- **The transition must be completed by the end of FY 00.**
- **This significant decision will eliminate inventory management redundancies and streamline financial processes.**



Implementing Actions

<u>Action</u>	<u>Organization</u>	<u>Target Date</u>
<ul style="list-style-type: none">• Capitalize Bulk Fuel	DLA	ASAP Completed by Sep 00
<ul style="list-style-type: none">• Host meeting to discuss forward ownership of Non SARSS assets by DLA	SSF-PMO (lead) DLA (assist)	17 June 99
<ul style="list-style-type: none">• Complete system changes or upgrades required to facilitate use of consumer funds	System Proponents (Lead) SSF-PMO, DLA, DAAS (assist)	ASAP Completed by Sep 00